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FISCAL IMPACT STATEMENT

LS 7255

BILL NUMBER: SB 221

NOTE PREPARED: Jan 2, 2003

BILL AMENDED:

SUBJECT: School Corporation Capital Projects Funds.

FIRST AUTHOR: Sen. Gard

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill allows a school corporation to use a capital projects fund to pay for services of certain employees: (1) whose total annual salary and benefits are at least \$25,000; and (2) whose positions existed on July 1, 2003.

Effective Date: July 1, 2003.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: Current law allows a school to fund skilled worker positions that existed on January 1, 1993 from the Capital Projects Fund if the school's total annual salary and benefits are at least \$600,000. About 15 schools are currently funding skilled worker positions, totaling \$6.3 M, from their Capital Projects Fund. The skilled worker positions paid from the Capital Projects Fund are about 20% of the 15 school's building maintenance personnel costs. Assuming that the percent would apply to schools that can not participate under the current law, the change would allow schools to move about \$41.8 M from their General Fund to the Capital Projects Fund.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Local Schools.

Information Sources: Department of Education database.

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